

Summary of Consolidated Financial Statements

Denka Company Limited

1. Consolidated Financial Results For Fiscal Year 2018 (April to March)

(1) Consolidated Results of Operations (Accumulated Total)

(Percentages show rate of change compared with the same term of the previous year)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%
FY2018 April to March	413,128	4.4	34,228	1.7	32,811	4.2	25,046	8.7
FY2017 April to March	395,629	9.1	33,652	30.2	31,499	36.0	23,035	26.9

(Note) Comprehensive income	(Millions of Yen)
FY2018 April to March	19,543 (Δ25.1%)
FY2017 April to March	26,081 (28.7%)

	Net income per share (basic)	Net income per share (diluted)	Return on Equity	Return on Assets	Operating Income Ratio
	(Yen)	(Yen)	(%)	(%)	(%)
FY2018 April to March	286.18	-	10.3	6.9	8.3
FY2017 April to March	261.80	-	10.0	6.8	8.5

The Company has consolidated its shares in the proportion of 5 common shares to 1 common share, effective as of October 1, 2017.

Net income per share is calculated under the assumption that the consolidation of shares was implemented at the beginning of the preceding fiscal year.

(Reference) Equity in earnings of affiliates	(Millions of Yen)
FY2018 April to March	1,384
FY2017 April to March	1,105

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	(Millions of Yen)	(Millions of Yen)	%	(Yen)
At end of March 2019	483,827	250,481	51.0	2,839.16
At end of March 2018	473,799	242,780	50.5	2,727.94

(Reference) Shareholder's equity	(Millions of Yen)
At end of March 2019	246,861
At end of March 2018	239,063

(3) Consolidated Statements of Cash Flows

	Cash Flow from Operating Activities	Cash Flow from Investing Activities	Cash Flow from Financing Activities	Cash and Cash Equivalents
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)
FY2018 April to March	32,660	Δ 26,176	Δ 8,408	13,889
FY2017 April to March	48,776	Δ 29,298	Δ 15,858	14,101

2. Dividends

	Dividend per share					Total Dividend (Annual)	Payout Ratio	Dividend on equity ratio
	End of 1st Quarter	End of 1st Half	End of 3rd Quarter	Year-end	Annual			
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)	(Millions of Yen)	%	%
FY2017 Apr to Mar	-	10.00	-	55.00	-	9,206	40.1	4.0
FY2018 Apr to Mar	-	60.00	-	60.00	120.00	10,479	41.9	4.3
FY2019 Apr to Mar (Forecast)	-	60.00	-	65.00	125.00		40.3	

The Company has consolidated its shares in the proportion of 5 common shares to 1 common share, effective as of October 1, 2017. As for the year-end dividends for the fiscal year ending March 31, 2018, we quote the amount that takes into account the impact of the said share consolidation.

The actual dividend that take into account the share consolidation for the fiscal year ending March 31, 2018 is as follows

Cash dividends per share (end of 2Q) : 50.00 yen
(Annual) : 105.00 yen

3. Consolidated Forecasts for the Fiscal Year Ending

(Percentages show rate of change compared with the same term of the previous year)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Net Income Per Share
	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Millions of Yen)	%	(Yen)
FY2019 1st Half Apr to Sep	195,000	Δ1.7	15,000	2.7	14,000	Δ6.5	10,500	Δ7.8	120.76
FY2019 Apr to March	415,000	0.5	38,000	11.0	36,000	9.7	27,000	7.8	310.53